



STATE OF MISSISSIPPI
HALEY BARBOUR, GOVERNOR

DEPARTMENT OF FINANCE AND ADMINISTRATION

KEVIN J UPCHURCH
EXECUTIVE DIRECTOR

TO: Members of the State Bond Commission
Members of the Mississippi Legislature

FROM: Kevin Upchurch *KJU*

DATE: January 15, 2010

SUBJECT: **Annual Report**
Mississippi Management and Reporting System Revolving Fund

This report is submitted pursuant to the requirements of §7-7-3 (5), Miss. Code Ann. (1972), which reads in relevant part:

On or before January 15 of each year, the State Fiscal Officer shall present a report of all expenditures made during the previous fiscal year from the Mississippi Management and Reporting System Revolving Fund to the State Bond Commission and to the Legislature.

The key activities and accomplishments described in this report resulted from expenditures from the fiscal year 2009 budgeted allocations of the Mississippi Management and Reporting System (MMRS) Revolving Fund as well as from the MMRS budgeted allocations of the DFA Statewide Accounting System Fund, and funds allocated to MMRS through the Fleet Management program within the Office of Purchasing, Travel and Fleet Management. The attached financial summary reflects only the activity of the MMRS Revolving Fund. MMRS is a program within the Department of Finance and Administration.

Fiscal Year 2009 Activities and Accomplishments

During FY2009, MMRS:

- Continued the "Master Project" for software upgrades on all platforms.
- Continued migration of vendors paid through SAAS to electronic payment via PayMode®.
- Completed the pilot phase and began migration of vendors to use of electronic-invoicing via PayMode®.
- Expanded the WebProcure® implementation for e-procurement to include additional agencies for solicitation, additional vendors for "off-catalog" purchases and additional work for supplemental integration of WebProcure to support agency specific functions (MDA's Contract Procurement Center, MDOT's internal procurement processes).
- Completed stabilization of InCircuit's Protégé Fleet Management System and Enterprise Asset Management System.
- BRICKS - Building and Real Estate Information Collaborative Knowledge Solution - Transferred operational support for the Project Accounting and Tracking System (PATs) and the Agency Property Leasing System (APLS) from the Office of Information Technology to MMRS to enable a more cohesive transition effort with BRICKS. Completed the procurement process and engaged with SKIRE, Inc., for the implementation of BRICKS for construction project management and facilities management.
- Continued the planning efforts for the implementation of an Enterprise Resource Management System (ERP) as a replacement for SAAS, SPAHRS, MERLIN and related subsystems; published the MAGIC Business Case, and hosted an ERP Workshop for over 200 state agency representatives and some 45 solution and implementation services providers.

- Completed the acquisition of CA-Clarity for Call Center incident management and project management. Product is now implemented and is being stabilized.
- American Recovery and Reinvestment Act of 2009 (ARRA):
 - Developed a detailed plan for implementing Section 1512 reporting requirements under ARRA and began the implementation work.
 - Developed and implemented with Office of Fiscal Management a strategy for certification form for agencies receiving funds, ARRA fund tracking in SAAS, ARRA contract tracking in MERLIN.
 - Completed emergency procurements for additional resources to augment existing staff for completing ARRA mandated objectives.
 - Completed emergency procurement for memory extensions for the P570 server supporting MERLIN.
 - Implemented short term MERLIN STIMULUS queries to support high level tracking of funds for SAAS agencies until the detailed reporting requirements are handed down from the U.S. Office of Management and Budget.
- TIPRA - Tax Increase Prevention and Reconciliation Act (ARRA postponed this implementation for one year) - Completed SAAS and SPAHRS impact analysis and developed a risk management strategy.
- Implemented SB 2977, 2008 Regular Session, to support changes to how Workers' Compensation impacts payroll (SPAHRS), use of leave, and related processes.
- Implemented SB 2988, 2008 Regular Session, for the Mississippi Employment Protection Act. This is to include development of procedures for use of e-Verify and SPAHRS modifications.
- Facilitated implementation of HB 681, 2009 Regular Session, to enable agencies to report on contracted state retirees having contracts in excess of \$20,000.
- Implemented initial requirements HB 101, Mississippi Accountability and Transparency ACT of 2008 (MATA), 2008 Regular Session, and related requirements of the Federal Funding and Accountability Act (FFATA). The detailed planning and implementation phases ARRA further expanded the initial requirements defined for MATA and FFATA.
- Began and completed a transparency project with the Mississippi Center for Public Policy that further extends the analytical data for MATA.
- Implemented an additional blade center to complete the consolidation of the remaining stand-alone servers on the MMRS LAN.
- Completed the acquisition and implementation of a replacement Xerox printing system.
- Implemented agreement with Coalfire Systems, Inc., for PCI Audit Compliance Products and Services. This includes the revision of administrative rules related to hosting of applications and assumed liability for applications via the web accepting electronic payments.
- Developed requirements for implementing the U.S. Treasury's Office of Foreign Assets Control (OFAC) Significant Designated Nationals functionality for SAAS and SPAHRS initiated payments (federal mandate). Completion of this work was pushed to FY2010 due to ARRA.
- Developed requirements for implementing International ACH Transactions (IAT). This change impacts SAAS and SPAHRS ACH transactions sent through AmSouth and Trustmark banks. Completion of this work was pushed to FY2010 due to ARRA.
- Continued support of Mississippi Emergency Management Agency (MEMA) disaster payments interface. Processing procedures added for new events, April 2008 Jackson/Hinds County Tornadoes and Hurricane Gustav.
- Continued with other DFA offices, ITS, and SPB, to define Mississippi government as an Enterprise.

Summary

Since Fiscal Year 1993, notable progress has been made to support the State's commitment to developing a comprehensive knowledge base of accurate, timely information about the State's financial condition and work force requirements, as well as delivering the services necessary to process financial, and workforce transactions for State agencies. Through the enterprise applications of DFA/MMRS, a number of operational efficiencies have been achieved. Our focus has been, and continues to be, viewing Mississippi government as a single enterprise and providing applications appropriate for the enterprise while continuing to allow agencies to meet their own unique needs.

Please contact Cille Litchfield, MMRS Administrator, at (601) 359-1433 or litchc@dfa.state.ms.us should you have questions regarding this report.

Attachment

STATUS OF MMRS REVOLVING FUND AS OF JUNE 30, 2009			
FY 2009 EXPENDITURES			
SAAS		\$336,951.03	
	Statewide Automated Accounting System		
SPAHR		\$2,310,861.56	
	Statewide Payroll and Human Resource System		
MERLIN		\$552,396.84	
	Mississippi Executive Resource Library and Information Network		
MAGIC		\$2,393,925.66	
	Mississippi's Accountability System for Government Information and Collaboration		
BRICKS		\$863,930.57	
	Building and Real Estate Information Collaborative Knowledge Solution		
ARRA-Support		\$115,845.41	
	Support for American Recovery and Reinvestment Act		
Administration		\$446,734.11	
	MMRS Administration and DFA Internal Cost Allocation		
Cross-Application Infrastructure and Services		\$330,129.87	
	Business Continuity, Disaster Recovery, Call Center, etc.		
Total Expenditures		\$7,350,775.05	
CASH			
Beginning Balance, 07/01/2008		3,112,715.66	
Plus: Interest Earned on Investments		\$98,769.57	
Plus: Recovery of Expenditures from State Agencies		\$6,719,702.81	
Plus: MMRS Training Room Rental		\$3,088.75	
Plus: Refunds of Prior Year Expenditures and Cancelled Warrants		\$0.00	
Less: Expenditures		(7,350,775.05)	
Ending Cash Balance, 6/30/2009		\$2,583,501.74	